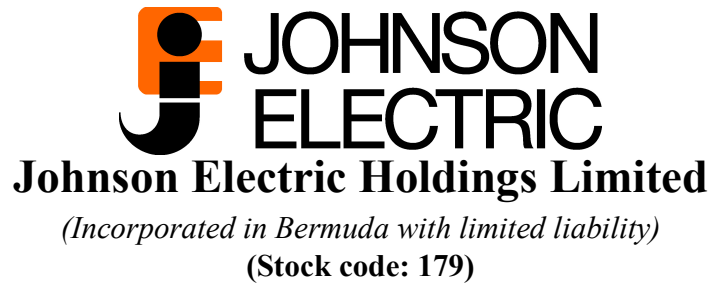


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Disclosure made in compliance with Rule 13.18 of the Listing Rules

This announcement is made in compliance with the disclosure requirements under Rule 13.18 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The directors of Johnson Electric Holdings Limited (the “**Company**”) announce that the Company entered into the following agreements:

1. Receivables Purchase Agreement

On 8th July 2011, a receivables purchase agreement (the “**Purchase Agreement**”) was entered into between several wholly-owned European subsidiaries of the Company as sellers (the “**Sellers**”), the Company as original servicer and guarantor, and BNP Paribas S.A. as purchaser (the “**Purchaser**”), in relation to occasional sales of all or some of the account receivables and certain related assets and rights by the Sellers to the Purchaser with a maximum limit of EUR 65,000,000. The Purchase Agreement does not specify a fixed term but it may expire on the first anniversary of the Purchase Agreement or such later date as the parties may agree in writing.

The Purchase Agreement includes, inter alia, a term to the effect that it will be an event of termination if Mrs. Wang Koo Yik Chun, her children and various family discretionary trusts (collectively, the “**Wang Family**”) cease to be the single largest shareholder of the Company (whether through shared or individual shareholding in the Company and whether through direct or indirect shareholding in the Company).

2. Credit Facility Agreement

On 8th July 2011, Johnson Electric International AG (a wholly-owned subsidiary of the Company) has entered into a credit facility agreement (the “**Facility Agreement**”) as borrower (the “**Borrower**”) with BNP Paribas (Suisse) SA as lender (the “**Lender**”), in relation to the granting of an uncommitted overdraft facility and a revolving loan facility in the maximum amount of EUR 15,000,000 (the “**Facilities**”) by the Lender to the Borrower (the “**Transaction**”). The Facility Agreement does not specify a fixed term but notwithstanding any other terms of the Facility Agreement and provided that 60 days’ prior written notice is given to the Borrower, the Lender shall have the overriding unconditional right, upon expiry of such notice period, to terminate the Facilities.

In relation to the Transaction, a first demand guarantee was also executed on the same date between the Company and its several wholly-owned European subsidiaries as guarantors (the “**Guarantors**”) and the Lender as beneficiary for Guarantors guaranteeing the payment to the Lender of all present and future liabilities and obligations of the Borrower under or in connection with the Facilities.

The Facility Agreement includes, inter alia, a term to the effect that it will be an event of default if the Wang Family cease to be the single largest shareholder of the Company (whether through shared or individual shareholding in the Company and whether through direct or indirect shareholding in the Company).

As of the date of this announcement, the Wang Family are interested in approximately 59.36% of the issued share capital of the Company.

Board of Directors

As of the date of this announcement, the Board of the Company comprises Patrick Shui-Chung Wang, Winnie Wing-Yee Wang, Austin Jesse Wang, being the Executive Directors, and Yik-Chun Koo Wang, Peter Kin-Chung Wang, being the Non-Executive Directors, and Peter Stuart Allenby Edwards, Patrick Blackwell Paul, Oscar de Paula Bernardes Neto, Michael John Enright and Joseph Chi-Kwong Yam, being the Independent Non-Executive Directors.

By Order of the Board
JOHNSON ELECTRIC HOLDINGS LIMITED
Susan Chee-Lan Yip
Company Secretary

Hong Kong, 11th July 2011

Website: www.johnsonelectric.com